IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 653

BY EDUCATION COMMITTEE

RELATING TO SCHOOL LEVIES; AMENDING CHAPTER 8, TITLE 33, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 33-802B, IDAHO CODE, TO PROVIDE THAT THE BALLOT AT AN ELECTION TO AUTHORIZE CERTAIN LEVIES SHALL INCLUDE A DISCLOSURE, TO PROVIDE THAT A BALLOT QUESTION MUST BE ACCOMPANIED BY THE DISCLOSURE IN ORDER TO BE BINDING, TO PROVIDE THAT A COURT MUST DECLARE THE OUTCOME OF A BALLOT QUESTION INVALID UNDER CERTAIN CIRCUMSTANCES, AND TO PROVIDE THAT A COURT MUST INVALIDATE A LEVY UNDER CERTAIN CIRCUMSTANCES; AMENDING CHAPTER 8, TITLE 33, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 33-802C, IDAHO CODE, TO PROVIDE THAT A SCHOOL DISTRICT SHALL USE SUPPLEMENTAL LEVY REVENUES ONLY FOR CERTAIN PURPOSES, TO PROVIDE EXCEPTIONS, AND TO PROVIDE THAT THE PUBLIC MUST BE GIVEN AN OPPORTUNITY TO TESTIFY BEFORE A CERTAIN VOTE IS TAKEN; AND DECLARING AN EMERGENCY AND PROVIDING AN EFFECTIVE DATE.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Chapter 8, Title 33, Idaho Code, be, and the same is hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and designated as Section 33-802B, Idaho Code, and to read as follows:

33-802B. DISCLOSURES IN ELECTIONS TO AUTHORIZE SUPPLEMENTAL LEVY. (1) At an election to authorize a levy pursuant to section 33-802(3) or (5), Idaho Code, the ballot shall include a disclosure, separate from the ballot question, of the purposes for which the levy revenues will be used. The disclosure shall:

- (a) Be set forth in simple, understandable language;
- (b) Include a detailed description of the purposes for which the levy revenues will be used and the approximate amount of levy funds to be allocated for each purpose, such that school district electors have fair notice of the specific items the levy revenues are intended to support; and
- (c) Be placed immediately above the ballot question on the ballot.
- (2) In order to be binding, a ballot question to authorize a levy pursuant to section 33-802(3) or (5), Idaho Code, must be accompanied by the disclosure described in subsection (1) of this section, as well as any other disclosure or information required by law.
- (3) Upon a determination by a court pursuant to section 34-2001A, Idaho Code, that a school district failed to comply with the provisions of this section, the court must declare the outcome of the ballot question invalid and award court costs and fees to the prevailing party.
- (4) Except as provided in section 33-802C, Idaho Code, upon a determination by a court that a school district used levy revenues for a purpose other than that identified pursuant to subsection (1) of this section, the court must invalidate the levy and award court costs and fees to the prevail-

ing party. Notwithstanding any provision of law to the contrary, a complaint regarding the improper use of levy revenues may be filed with the district court at any time a levy is in effect.

SECTION 2. That Chapter 8, Title 33, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW SECTION}}$, to be known and designated as Section 33-802C, Idaho Code, and to read as follows:

- 33-802C. SUPPLEMENTAL LEVIES -- PURPOSES FOR WHICH REVENUES ARE USED -- VOTE REQUIRED TO ALLOCATE REVENUES FOR OTHER PURPOSES. (1) Except as provided in subsection (2) of this section, a school district shall use supplemental levy revenues only for those purposes identified pursuant to section 33-802B(1)(b), Idaho Code. The school district board of trustees shall annually publish, prior to its regular July meeting, a summary of levy revenues and the items for which such revenues were used, alongside a copy of the disclosure included on the ballot pursuant to section 33-802B, Idaho Code.
- (2) The school district board of trustees may vote at a noticed public meeting to:
 - (a) Allocate up to ten percent (10%) of levy revenues to a purpose other than those identified pursuant to section 33-802B(1), Idaho Code; or
 - (b) Allocate revenues intended for one purpose identified pursuant to section 33-802B(1), Idaho Code, to another such purpose, provided that no vote shall be required if the funds involved constitute less than ten percent (10%) of levy revenues.
- (3) Prior to taking a vote pursuant to subsection (2) of this section, a school district board of trustees must afford the public an opportunity to testify on whether levy revenues should be allocated for a different purpose than that identified pursuant to section 33-802B(1), Idaho Code.
- SECTION 3. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after July 1, 2022.